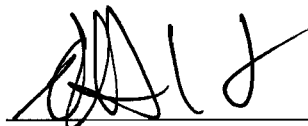


JANUARY 5, 2009

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON JANUARY 5, 2009, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE SURFACE, DEVELOPMENT, FEE WAIVER, AND TRUST ACCOUNTING BUSINESS MATTERS AS INDICATED AND WHICH BECOME EFFECTIVE AT 6:00 P.M. ON JANUARY 5, 2009.

THESE MINUTES INCLUDE SURFACE ACTIONS AS LISTED ON PAGES 1 TO 20; DEVELOPMENT ACTIONS AS LISTED ON PAGES 20 TO 26; ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGE 26; AND TRUST ACCOUNTING ACTIONS AS LISTED ON PAGES 27 TO 28.

THESE MINUTES ARE DEEMED THE FINAL AGENCY ACTION CONCERNING THESE MATTERS AND ARE SUBJECT TO REVIEW AND/OR ADJUDICATION PURSUANT TO R850-8 OF THE AGENCY'S RULES. ANY APPEAL OF MATTERS CONTAINED WITHIN THESE MINUTES MUST BE IN WRITING, PURSUANT TO R850-8-1000, AND MUST BE RECEIVED BY THE OFFICE OF THE DIRECTOR BY 6:00 P.M. ON MONDAY, JANUARY 19, 2009. APPEALS NOT FILED BY THAT TIME WILL BE CONSIDERED UNACCEPTABLE AND THE MATTERS WILL BE UNAPPEALABLE.



KEVIN S. CARTER, DIRECTOR
SCHOOL AND INSTITUTIONAL
TRUST LANDS ADMINISTRATION



LESLIE M. WARNER, RECORDS OFFICER

ARCHIVES APPROVAL NO. 7990209

S U R F A C E A C T I O N S

GRAZING PERMITS

GRAZING PERMIT NO. 20132 (CANCELLATION)

Grazing Permit No. 20132 is permitted to J B Ranch Inc., P.O. Box 240130, San Antonio, Texas 78224. The following described land was sold on October 10, 2008. As this is all of the land in GP 20132, this permit should be canceled. A certified letter was mailed to notify the permittee of this action.

<u>T26S, R26E, SLB&M</u>	Grand & San Juan Counties	School Fund
Sec. 32: N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$	440.00 Acres	31.42 AUMs

Upon recommendation of Mr. Ron Torgerson, the Director approved the cancellation of GP 20132.

GRAZING PERMIT NO. 22000-02 (PARTIAL CANCELLATION)

Grazing Permit No. 22000-02 is permitted to Joseph R. Barton, P.O. Box 214, Monticello, UT 84535. The following described land was sold at public auction on October 10, 2008, and should be deleted from the permit. A certified letter was mailed to notify the permittee of this action.

<u>T31S, R23E, SLB&M</u>	San Juan County	School Fund
Sec. 36: S $\frac{1}{2}$ SW $\frac{1}{4}$	80.00 Acres	1 AUM

GP 22000-02 will now contain 970.24 acres and 14 AUMs.

Upon recommendation of Mr. Ron Torgerson, the Director approved the partial cancellation GP 22000-02.

GRAZING PERMIT NO. 23178 (CANCELLATION)

Grazing Permit No. 23178 is permitted to Spencer M. Butler, P.O. Box 38083, Leamington, UT 84638. The following described land was sold on October 10, 2008. As this is all the land in GP 23178, this permit should be canceled. A certified letter was mailed to inform the permittee of this action.

<u>T16S, R4W, SLB&M</u>	Millard County	School Fund
Sec. 2: Lots 4, 5, SW $\frac{1}{4}$ NE $\frac{1}{4}$	104.00 Acres	26 AUMs

Upon recommendation of Mr. Ron Torgerson, the Director approved the cancellation of GP 23178.

GRAZING PERMIT NO. 20461 (ASSIGNMENT)

K.S. Summers Livestock, Inc., P.O. Box 203, Grand Junction, CO 81502, has requested the Trust Lands Administration's permission to assign 100% interest in the above referenced grazing permit to Robinson Livestock, Inc., P.O. Box 224, Monticello, UT, 84535. The assignment fee in the amount of \$180.00 has been submitted. San Juan County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the assignment of GP 20461.

GRAZING PERMIT NO. 21488-00 (ASSIGNMENT)

K.S. Summers Livestock, Inc., P.O. Box 203, Grand Junction, CO 81502, has requested the Trust Lands Administration's permission to assign 100% interest in the above referenced grazing permit to Robinson Livestock, Inc., P.O. Box 224, Monticello, UT, 84535. The assignment fee in the amount of \$140.00 has been submitted. San Juan County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the assignment of GP 21488-00.

GRAZING PERMIT NO. 22385-08 (ASSIGNMENT)

K.S. Summers Livestock, Inc., P.O. Box 203, Grand Junction, CO 81502, has requested the Trust Lands Administration's permission to assign 100% interest in the above referenced grazing permit to Robinson Livestock, Inc., P.O. Box 224, Monticello, UT, 84535. The assignment fee in the amount of \$49.00 has been submitted. San Juan County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the assignment of GP 22385-08.

GRAZING PERMIT NOS. 22978 AND 21306-99 (PARTIAL ASSIGNMENT OF GP 22978 AND AMENDMENT OF GP 21306-99)

Leon McElprang and Stacy McElprang, P.O. Box 422, Huntington, UT 84528, have requested the Trust Lands Administration's permission to assign a portion of GP 22978 to Rainbow Glass Ranch LLC, P.O. Box 422, Orangeville, UT 84537. In order to facilitate the assignment and not create a new grazing permit, the following land parcel being assigned will be added to existing grazing permit GP 21306-99:

<u>T23S, R10E, SLB&M</u>	Emery County	School Fund
Sec. 2: Lots 1-4, S½N½, S½ (All)	639.04 Acres	20 AUMs

GP 22978 will now contain 6,357.39 acres and 210 AUMs. GP 21306-99 will contain 1,279.04 acres and 54.60 AUMs.

The assignment fee in the amount of \$30.00 has been submitted and receipted under GP 22978. The rental and weed fees have been paid for the 2008-2009 season on the lands involved in the assignment.

Upon recommendation of Mr. Ron Torgerson, the Director approved the partial assignment of GP 22978 and the amendment of GP 21306-99.

GRAZING PERMIT NO. 23298 (CORRECTION OF MINUTES DATED DECEMBER 15, 2008)

The Director's Minutes of December 15, 2008, incorrectly listed the legal description of GP 23298 and should be corrected.

The incorrect description listed was:

T13N, R8E, SLB&M

Rich County

School of Mines Fund

Section 18: Lots 3 & 4, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$

The correct description is as follows:

T13N, R8E, SLB&M

Rich County

School of Mines Fund

Section 18: Lots 3 & 4, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$

Upon recommendation of Ms. Paula Lane, the Director approved the correction of the Minutes of December 15, 2008.

RANGE IMPROVEMENT PROJECTS**RANGE IMPROVEMENT PROJECT NO. 291 (APPROVAL AND TWO YEAR EXTENSION OF TERM FOR GP 21305-99)****APPLICANT'S NAME AND ADDRESS:**

Scott (Ricky) Gleave

P.O. Box 323

Kingston, UT 84743

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T31S, R2W, SLB&M

Section 32: All

COUNTY: Garfield

FUND: School

ACRES: 640.00

REQUESTED/PROPOSED ACTION:

The proposed action is to lop and scatter invading pinyon and juniper trees on an old chaining. The tree "whips" remaining after the chaining in the 1960's are invading into the sagebrush and grass, reducing forage productivity and threatening watershed sustainability. This project will be completed using a hand crew with chainsaws.

RELEVANT FACTUAL BACKGROUND:

On July 17, 2007, the applicant submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permit of record on the affected area is GP 21305-99, issued to the applicant. The only other record for this area is mineral lease ML 50012 for oil & gas.

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written August 27, 2008, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Five County Association of Governments "recommended approval" for this project.

A cultural resource survey was not completed as there will be no ground disturbance.

Funding of this project will be provided by the applicant (\$5,625.00) and the Utah Department of Agriculture & Food GIP Program (\$16,875.00). The \$5,625.00 will be amortized.

RANGE IMPROVEMENT PROJECT NO. 291 (APPROVAL AND TWO YEAR EXTENSION OF TERM FOR GP 21305-99) (CONTINUED)

Following is a flat rate amortization schedule (NRCS Schedule) for the project if the Trust Lands Administration cancels the grazing permit before this project is fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to his own failure, then the amortization schedule will be canceled.

Project	Project Cost	Project Life	Year Completed	Yearly Amortized Deduction	Year Fully Amortized
P/J Removal	\$5,625.00	20	2009	\$281.25/year	2029

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range improvement fills a critical need for livestock management and will enhance the value of the range. Pursuant to Rule R850-50-600, the term for GP 21305-99 will be extended two years to June 30, 2015.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 291. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 293 (APPROVAL AND ONE YEAR EXTENSION OF TERM FOR GP 22070-02 AND GP 21026)

APPLICANT'S NAME AND ADDRESS:

Burns Black
P.O. Box 120012
Antimony, UT 84712

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T34S, R2W, SLB&M
Section 19: Within

T33S, R2W, SLB&M
Section 33: Within

COUNTY: Garfield FUND: School ACRES: 5.00

REQUESTED/PROPOSED ACTION:

The proposed action is to drill two wells (one on each section listed above) for livestock drinking water and install a solar pump and water trough on-site.

RELEVANT FACTUAL BACKGROUND:

On May 3, 2007, the applicant submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permits of record on the affected area are GP 22070-02 and GP 21026, both issued to the applicant. The only other records for this area are mineral leases ML 48334 and ML 48338, both for oil & gas. There is also an easement, ESMT 500, for a power line.

RANGE IMPROVEMENT PROJECT NO. 293 (APPROVAL AND ONE YEAR EXTENSION OF TERM FOR GP 22070-02 AND GP 21026) (CONTINUED)

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written August 27, 2008, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Five County Association of Governments "recommended approval" for this project.

A cultural resource survey was conducted by trust lands staff, and no cultural resources were found.

Funding of this project will be provided by the applicant (\$5,500.00) and the Utah Department of Agriculture & Food GIP Program (\$34,000.00). The \$5,500.00 will be amortized.

Following is a flat rate amortization schedule (NRCS Schedule) for these projects if the Trust Lands Administration cancels the grazing permits before these projects are fully amortized. If the permittee sells or allows the permit to expire or to be canceled due to his own failure, then the amortization schedule will be canceled.

Project	Project Cost	Project Life	Year Completed	Yearly Amortized Deduction	Year Fully Amortized
Well Development	\$5,500.00	20	2008	\$275.00/year	2028

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed water development fills a critical need for livestock management and will enhance the value of the range. Pursuant to Rule R850-50-600, the expiration term for GP 22070-02 and GP 21026 will be extended one year each to June 30, 2018, and June 30, 2013, respectively.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 293. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 296 - WITHIN GP 22030-02 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Calvin Yardley
P.O. Box 1915
Beaver, UT 84713

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T30S, R6W, SLB&M
Section 32: Within

COUNTY: Beaver FUND: School ACRES: 400.00

REQUESTED/PROPOSED ACTION:

SITLA grazing permittee, Calvin Yardley, in cooperation with the Utah Partners for Conservation & Development ("UPCD"), has proposed a range improvement project to treat approximately 400 acres of rangeland. The treatment will consist of using a mechanical method such as chaining to remove pinyon/juniper trees, prepare a seedbed, and seed 400 acres with rangeland grasses, forbs, and shrubs. The area will be rested from livestock grazing for two years following treatment to allow for seeding establishment. The Utah Division of Wildlife Resources ("UDWR") will contract the cultural resource survey for this project.

RANGE IMPROVEMENT PROJECT NO. 296 - WITHIN GP 22030-02 (APPROVAL) (CONTINUED)**RELEVANT FACTUAL BACKGROUND:**

On July 17, 2007, the applicant submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permit of record on the affected area is GP 22030-02, issued to the applicant. One mineral lease for oil and gas (ML 50297) is on record.

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written August 16, 2007, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Five County Association of Governments "recommended approval" for this project.

A cultural resource survey was conducted by UDWR staff, and all cultural resources will be avoided.

Funding of this project will be provided by a UPCD grant. The project funding will not be amortized as the grazing permittee was not financially involved.

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range improvement fills a critical need to increase wildlife and livestock forage, and will enhance the value of the range.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 296. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 311 - WITHIN GP 23245, GP 22445, AND GP 23216 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

Utah Division of Wildlife Resources
475 W. Price River Drive, Suite C
Price, UT 84501

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T16S, R14E, SLB&M
Section 36: Within

T19S, R15E, SLB&M
Section 32: Within

T20S, R21E, SLB&M
Section 32: Within

COUNTY: Emery and Grand

FUND: School

REQUESTED/PROPOSED ACTION:

The Utah Division of Wildlife Resources ("UDWR") proposes to construct three guzzlers to benefit wildlife on trust lands along the Book Cliffs face. The guzzlers will consist of an 8'x16' water catchment apron draining into a 1,800 gallon storage tank partially buried. The supplies will be delivered by a helicopter and the installation completed by hand crews. The UDWR has completed an archaeological survey of the sites and has obtained a water right (01-1168) in SITLA's name for each guzzler.

RANGE IMPROVEMENT PROJECT NO. 311 - WITHIN GP 23245, GP 22445, AND GP 23216 (APPROVAL)
(CONTINUED)

RELEVANT FACTUAL BACKGROUND:

On August 23, 2007, the applicant submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permits of record on the affected area are GP 23245 (UDWR), GP 22445 (Glen Jensen), and GP 23216 (LeGrande Bair). Two mineral leases for oil and gas (ML 49821 and ML 50434) are on record, but neither will be affected by this proposed project. One right of way (ROW 887) to Bureau of Land Management for a road easement is on record, but will not be affected by this project.

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written March 13, 2008, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Southeastern Association of Local Governments gave a "favorable comment" for this project.

A cultural resource survey was conducted by UDWR staff, and no cultural resources were found.

Funding of this project will be provided by the UDWR Habitat Council and the Utah Federation of North American Wild Sheep. This project funding will not be amortized.

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed water development fills a critical need for wildlife and will enhance the value of the range.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 311. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 332 - WITHIN GP 23054 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Trust Lands Administration
130 N. Main
Richfield, UT 84701

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T32S, R5W, SLB&M
Section 16: Within
Section 32: Within

COUNTY: Garfield FUND: School ACRES: 800.00

REQUESTED/PROPOSED ACTION:

SITLA, in cooperation with the Bureau of Land Management and Utah Partners for Conservation & Development ("UPCD"), proposes a range improvement project on approximately 800 acres to lop and scatter invading pinyon and juniper trees on an old chaining. The tree "whips" remaining after the chaining in the 1960's are invading into the sagebrush and grass reducing forage productivity and threatening watershed sustainability and wildlife habitat. This project will be completed with a hand crew using chainsaws and has been mostly funded by a UPCD grant.

RANGE IMPROVEMENT PROJECT NO. 332 - WITHIN GP 23054 (APPROVAL) (CONTINUED)**RELEVANT FACTUAL BACKGROUND:**

On July 23, 2008, the partners submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permit of record on the affected area is GP 23054, in the name of Stephen D. Sorensen. The other records for this area are mineral leases ML 50701 and ML 50703 for oil & gas, and easement ESMT 456 for a natural gas pipeline.

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written August 27, 2008, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Five County Association of Governments "recommended approval" for this project.

A cultural resource survey was not completed as there will be no ground disturbance.

Funding of this project will be provided by a UPCD grant in the amount of \$20,000.00. This project funding will not be amortized.

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range improvement fills a critical need for livestock and wildlife, and will enhance the value of the range.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 332. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 339 - WITHIN GP 23233, AND 23241 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

Trust Lands Administration
130 N. Main
Richfield, UT 84701

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T28S, R10W, SLB&M
Section 2: Lots 1-4, S½N½, S½ (All)

COUNTY: Beaver FUND: School ACRES: 685.28

REQUESTED/PROPOSED ACTION:

The lands within the Milford Flat Wildfire of 2007 were seeded in the fall of 2007. This project proposal is to reseed a section of the Milford Flat fire area on the Milford Bench during the fall and winter of 2008/2009 using a rangeland drill. This area did not re-establish after the wildfire and erosion became severe. It was determined that this section needed to be seeded to reduce soil erosion.

RELEVANT FACTUAL BACKGROUND:

Funding from the Utah Department of Agriculture and Food Invasive Species Program was obtained in September, 2008. This project is submitted jointly between SITLA, UDWR, NRCS, UDA&F, and the grazing permittees. A search of Agency records was made to determine the status of the area involved. The grazing permits of record on the affected area are GP 23233 (Mike Yardley) and GP 23241 (Chad Dalton). There are no other records on file.

RANGE IMPROVEMENT PROJECT NO. 339 - WITHIN GP 23233, AND 23241 (APPROVAL) (CONTINUED)

The Resource Development Coordinating Committee ("RDCC") was not contacted as this project falls under the scope of the Milford Flat reseeding notice submitted in 2007.

A cultural resource survey was conducted by Trust Lands staff.

Funding of this project will be provided by the UDA&F Invasive Species Program in the amount of \$57,600.00. This project funding will not be amortized.

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range improvement fills a critical need for livestock, wildlife, and soil stabilization, and will enhance the value of the range.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 339. This summary will constitute the Record of Decision.

RANGE IMPROVEMENT PROJECT NO. 340 - WITHIN GP 22569 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

Trust Lands Administration
130 N. Main
Richfield, UT 84701

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T25S, R23E, SLB&M
Section 36: SW¼ – 16 Acres within

COUNTY: Grand

FUND: School

REQUESTED/PROPOSED ACTION:

SITLA, in cooperation with the Utah Division of Wildlife Resources and Forestry Fire & State Lands, proposes to seed approximately 16 acres of trust land that was burned in the 2008 Porcupine Ranch Wildfire. The proposal includes seeding and harrowing the 16 acres with native and introduced grass, forb, and browse species. This section is in critical deer winter range.

RELEVANT FACTUAL BACKGROUND:

On October 9, 2008, the applicant submitted a proposal for this range improvement project. A search of Agency records was made to determine the status of the area involved. The grazing permit of record on the affected area is GP 22569, issued to the applicant. One mineral lease for oil and gas (ML 48117) is on record. This parcel is also withdrawn under WDRN 53 for a potential land exchange.

The Resource Development Coordinating Committee ("RDCC") commented on this project in an e-mail written November 4, 2008, stating: "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments from State agencies to date." The Southeastern Association of Local Governments has "recommended approval" for this project.

A cultural resource survey was conducted by UDWR staff, and no cultural resources were found.

RANGE IMPROVEMENT PROJECT NO. 340 - WITHIN GP 22569 (APPROVAL) (CONTINUED)

Funding of this project will be provided by a UPCD grant. This project funding will not be amortized as the grazing permittee was not financially involved.

EVALUATION OF THE FACTS:

The proposed range improvement is not located on land affected by (a) or (b) of R850-50-1100(5). The proposed range improvement fills a critical need to increase wildlife and livestock forage, and will enhance the value of the range.

Based on the above information and upon recommendation of Mr. Ron Torgerson, the Director approved the construction of Range Improvement Project No. 340. This summary will constitute the Record of Decision.

EASEMENTS**EASEMENT NO. 1463 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

West Ridge Resources, Inc.
794 North 'C' Canyon Road
P.O. Box 910
East Carbon, Utah 84520

LEGAL DESCRIPTION:

Township 14 South, Range 13 East, SLB&M
Section 16: NE $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ (within)

Segment #2

Encompassing 33.0 feet on each side of a centerline (66.0 feet total) beginning at a point that is located 661.0 feet south of the east quarter corner of Section 16, Township 14 South, Range 13 East of the Salt Lake Base and Meridian; and then generally following the centerline of the existing Bear Canyon Road described as: Running S 76°48'58" W 100.0 feet; thence S 82°12'57" W 100.0 feet; thence S 87°28'39" W 100.0 feet; thence S 88°17'48" W 50.0 feet; thence S 56°25'17" W 50.0 feet; thence S 50°33'05" W 100.0 feet; thence S 59°58'18" W 50.12 feet; thence N 72°52'55" W 50.0 feet; thence N 36°08'26" W 50.0 feet; thence N 17°05'54" W 50.0 feet; thence N 17°26'38" E 50.0 feet; thence N 25°51'12" E 100.57 feet; thence N 06°51'23" E 50.0 feet; thence N 19°44'38" W 50.0 feet; thence N 16°07'29" W 100.0 feet; thence N 16°48'48" W 100.0 feet; thence N 15°12'00" W 100.0 feet; thence N 02°18'19" E 100.0 feet; thence N 03°24'01" W 100.0 feet; thence N 05°37'16" E 50.0 feet; thence N 15°33'04" E 50.0 feet; thence N 19°22'21" E 50.0 feet; thence N 20°10'44" W 50.0 feet; thence N 23°37'46" W 50.0 feet; thence N 81°08'21" W 50.0 feet; thence N 79°57'54" W 50.0 feet; thence N 54°45'16" W 50.0 feet; thence N 32°33'14" W 50.0 feet; thence N 53°20'51" W 50.0 feet; thence N 53°30'03" W 100.0 feet; thence N 56°04'43" W 100.0 feet; thence N 68°15'06" W 100.0 feet; thence N 67°39'18" W 100.0 feet; thence N 67°06'16" W 50.0 feet; thence N 54°39'02" W 50.0 feet; thence N 34°39'39" W 100.0 feet; thence N 35°56'52" W 50.0 feet; thence S 85°06'02" W 50.0 feet; thence S 69°01'39" W 50.0 feet; thence N 46°57'07" W 50.0 feet; thence N 56°20'08" W 50.0 feet; thence N 67°59'30" W 50.0 feet; thence N 44°46'12" W 50.0 feet; thence N 45°13'51" W 50.0 feet; thence S 87°43'39" W 50.0 feet; thence S 53°53'56" W 50.0 feet; thence S 48°31'15" W 50.0 feet; thence S 48°03'01" W 50.0 feet; thence S 70°44'24" W 25.0 feet; thence N 40°31'45" W 25.0 feet; thence N 20°20'49" E 50.0 feet; thence N 17°22'33" W 50.0 feet; thence N 03°41'19" E 50.0 feet; thence N 06°20'38" E 50.0 feet; thence N 38°57'13" E 50.0 feet; thence N 46°01'52" E 25.0 feet; thence N 18°09'34" E 25.0 feet; thence N 47°03'32" W 25.0 feet; thence N 71°06'56" W 25.0 feet; thence N 66°29'50" W 50.0 feet; thence N 55°37'00"

EASEMENT NO. 1463 (APPROVAL) (CONTINUED)

W 51.12 feet; thence N 63°07'07" W 50.0 feet; thence S 89°44'11" W 50.0 feet; thence S 76°08'44" W 50.0 feet; thence S 70°28'39" W 50.0 feet; thence S 63°25'30" W 50.0 feet; thence S 75°13'32" W 25.0 feet; thence N 77°24'02" W 25.0 feet; thence N 76°01'33" W 100.0 feet; thence N 82°17'07" W 100.0 feet; thence N 80°36'37" W 100.0 feet; thence N 74°45'40" W 100.0 feet; thence N 71°56'09" W 100.0 feet; thence N 73°47'28" W 100.0 feet; thence N 60°06'35" W 50.0 feet; thence N 43°48'48" W 50.0 feet; thence N 28°47'32" W 100.0 feet; thence N 16°31'07" W 100.0 feet; thence N 18°06'36" W 50.0 feet; thence N 38°01'41" W 50.0 feet; thence N 42°08'35" W 100.0 feet; thence N 39°50'44" W 100.0 feet; thence N 47°27'06" W 100.0 feet; thence N 42°09'47" W 100.0 feet; thence N 27°07'04" W 100.0 feet; thence N 33°04'34" W 100.0 feet; thence N 40°28'43" W 100.0 feet; thence N 37°07'33" W 100.0 feet; thence N 41°32'08" W 100.0 feet; thence N 36°45'15" W 100.0 feet; thence N 46°36'52" W 50.0 feet; thence N 60°22'30" W 50.0 feet; thence N 58°46'04" W 100.0 feet; thence N 42°19'39" W 50.0 feet; thence N 24°57'34" W 50.0 feet; thence N 09°55'51" W 50.0 feet; thence N 20°10'32" E 50.0 feet; thence N 30°35'07" E 22.76 feet to the end point of Segment #2 which is located 172.19 feet S 89°54'11" E of the northwest corner of the northeast quarter of the northwest quarter of Section 16 for a total length of approximately 6374.6 feet. Contains 9.66 acres more or less.

Township 14 South, Range 13 East, SLB&M
Section 10: NW¼NW¼ (within)

Segment #4 (Right Fork of Bear Canyon)

Encompassing 33.0 feet on each side of a centerline (66.0 feet total) beginning at a point located 144.37 feet N 00°15'29" W from the southwest corner of the northwest quarter of the northwest quarter of Section 10, Township 14 South, Range 13 East of the Salt Lake Base and Meridian; and then generally following the centerline of the existing Bear Canyon Road (Right Fork) described as: Running N 66°51'44" E 100.0 feet; thence N 65°45'21" E 100.0 feet; thence N 66°10'13" E 100.0 feet; thence N 66°15'33" E 100.0 feet; thence N 65°07'32" E 100.0 feet; thence N 63°45'38" E 100.0 feet; thence N 64°19'24" E 100.0 feet; thence N 67°48'19" E 100.0 feet; thence N 70°05'24" E 100.0 feet; thence N 67°36'05" E 100.0 feet; thence N 67°01'45" E 100.0 feet; thence N 64°06'37" E 100.0 feet; thence N 59°58'19" E 100.0 feet; thence N 57°43'53" E 100.0 feet; thence N 56°07'10" E 71.38 feet to the end point of Segment #4 which is located 539.63 feet S 00°16'14" E from the northeast corner of the northwest quarter of the northwest quarter of Section 10 for a total length of approximately 1471.4 feet. Contains 2.23 acres more or less.

Township 14 South, Range 13 East, SLB&M
Section 3: NW¼NW¼, SE¼SW¼, SW¼SE¼ (within)

Segment #6 (Right Fork of Bear Canyon)

Encompassing 33.0 feet on each side of a centerline (66.0 feet total) beginning at a point located 108.55 feet N 89°42'53" W of the south quarter corner of Section 3, Township 14 South, Range 13 East of the Salt Lake Base and Meridian, and then generally following the centerline of the existing Bear Canyon Road (Right Fork) described as: Running N 47°09'23" E 100.0 feet; thence N 39°10'01" E 100.0 feet; thence N 31°01'58" E 100.0 feet; thence N 30°31'40" E 100.0 feet; thence N 31°22'53" E 100.0 feet; thence N 31°53'40" E 100.0 feet; thence N 28°46'36" E 100.0 feet; thence N 24°55'06" E 100.0 feet; thence N 24°42'36" E 100.0 feet; thence N 29°27'08" E 100.0 feet; thence N 37°57'12" E 50.0 feet; thence N 45°46'33" E 50.0 feet; thence N 51°49'16" E 50.0 feet; thence N 56°04'52" E 50.0 feet; thence N 59°51'07" E 50.0 feet; thence N 63°56'45" E 50.0 feet; thence N 68°18'01" E 50.0 feet; thence N 72°39'28" E 50.0 feet; thence N 77°22'14" E 50.0 feet to the end point of Segment #6 which is located 610.46 feet S 65°03'48" W of the northeast corner of the southwest quarter of the southeast quarter of Section 3 for a total length of approximately 2060.5 feet. Contains 3.12 acres more or less.

EASEMENT NO. 1463 (APPROVAL) (CONTINUED)**Segment #8 (Left Fork of Bear Canyon)**

Encompassing 33.0 feet on each side of a centerline (66.0 feet total) beginning at a point located 101.09 feet N 01°32'09" E of the west quarter corner of Section 3, Township 14 South, Range 13 East of the Salt Lake Base and Meridian, and then generally following the centerline of the existing Bear Canyon Road (Left Fork) described as: Running N 28°54'17" E 100.0 feet; thence N 30°16'25" E 50.0 feet; thence N 05°17'29" E 50.0 feet; thence N 20°14'00" E 50.0 feet; thence N 08°47'13" E 50.0 feet; thence N 18°39'21" E 100.0 feet; thence N 02°46'00" E 50.0 feet; thence N 08°29'11" W 100.0 feet; thence N 00°24'11" W 25.0 feet; thence N 12°19'15" E 50.0 feet; thence N 06°31'56" E 100.0 feet; thence N 15°00'37" E 50.0 feet; thence N 32°11'34" E 50.0 feet; thence N 39°52'43" E 100.0 feet; thence N 34°59'29" E 100.0 feet; thence N 23°44'58" E 100.0 feet; thence N 14°34'25" E 50.0 feet; thence N 21°20'16" E 50.51 feet; thence N 35°28'49" E 49.51 feet; thence N 44°56'47" E 50.0 feet; thence N 48°24'56" E 22.65 feet to the end point of Segment #8 which is located 425.15 feet S 89°58'24" E of the northeast corner of the southwest quarter of the northwest quarter of Section 3 for a total length of approximately 1347.7 feet. Contains 2.04 acres more or less.

COUNTY: Carbon

ACRES: 17.05

FUND: School

PROPOSED ACTION:

The applicant requests an easement to operate, repair, and maintain an existing access road in the vicinity of the West Ridge Coal Mine in Carbon County. The access road will be used by the applicant to monitor a gob gas vent hole that was recently drilled into the mine within Section 3, T14S, R13E, which is part of the coal mine lease. The access road will also be used to access a proposed ventilation fan which will be located on adjacent BLM lands. The proposed easement corridor is 11,255 feet long and 66 feet wide, containing 17.05 acres. The term of the easement will be 30 years.

RELEVANT FACTUAL BACKGROUND:

The application was exempt from review by the Resource Development Coordinating Committee ("RDCC") because it is for an existing road and will not result in any new ground disturbance.

Senco-Phenix Archaeological Consultants has conducted a Class I literature review of the proposed easement area. The extensive file search indicated that no significant cultural resources have been recorded in the immediate area. It was recommended that no further cultural resource work be required for the easement area. The Trust Lands Administration's staff archaeologist has reviewed the proposed easement and concurs with this recommendation since the easement will be granted for an existing access road and will not result in any new ground disturbance.

EVALUATION OF FACTS:

1. The proposed easement is not located entirely on trust lands.
2. The proposed easement term is for a period of 30 years.
3. The applicant has paid the School and Institutional Trust Lands Administration the fees as determined pursuant to R850-40-600.
4. The proposed easement will not have an unreasonably adverse affect on the developability or marketability of the subject property.

The action qualifies as an exclusion to the narrative record of decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Chris Fausett, the Director approved Easement No. 1463 for a term of 30 years beginning January 1, 2009, and expiring December 31, 2038, with the easement fee being \$6,820.73 plus the \$750.00 application fee. Pursuant to R850-40-1800, an administrative fee will be assessed every three years throughout the term of the easement, with the first payment being due on January 1, 2012.

EASEMENT NO. 1014 (REJECTION OF APPLICATION)

APPLICANT'S NAME AND ADDRESS:

Kurtis Wittwer and Susan Wittwer
315 N. State
Hurricane, Utah 84737

LEGAL DESCRIPTION:

Township 41 South, Range 13 West, SLB&M
Section 36: SE $\frac{1}{4}$ SE $\frac{1}{4}$ (within)

COUNTY: Washington

ACRES: 0.25 m/l

FUND: School

On April 7, 2005, the applicant submitted an easement application for an existing access road traversing the above described lands. The applicant has not submitted the required application fee and no action has been taken on the application by the applicant. On November 6, 2008, a certified notice was sent to the applicant, giving the applicant 30 days to respond as to whether they would like to continue to pursue the easement application. No response was received within the 30 day period; therefore, it is recommended that the Director reject this application.

Upon recommendation of Mr. Chris Fausett, the Director rejected the application for Easement No. 1014.

EASEMENT NO. 1112 (REJECTION OF APPLICATION)

APPLICANT'S NAME AND ADDRESS:

Wilshire Consulting Group, LLC
5040 Acoma St.
Denver, Colorado 80216

LEGAL DESCRIPTION:

Township 11 South, Range 2 West, SLB&M
Section 2: SE $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ (within)

COUNTY: Utah

ACRES: 2.08 m/l

FUND: School

On June 20, 2006, the applicant submitted an easement application for an existing access road traversing the above described lands. The application and easement fees that were requested on September 5, 2006, have not been submitted. Attempts to contact the applicant have been unsuccessful. On November 10, 2008, a certified notice was sent to the applicant, giving the applicant 30 days to respond as to whether they would like to continue to pursue the easement application. No response was received within the 30 day period; therefore, it is recommended that the Director reject this application.

Upon recommendation of Mr. Chris Fausett, the Director rejected the application for Easement No. 1112.

EASEMENT NO. 981 (ASSIGNMENT)

Basic Chemical Solutions, LLC, 525 Seaport Boulevard, Redwood City, California, 94063, has requested permission to assign 100% of its interest in Easement No. 981 to Darrell M. Nielsen and Barbara B. Nielsen, 1597 East 1000 South, Bountiful, Utah, 84010. Easement No. 981 was approved on December 30, 2005, for a buried 6-inch diameter water pipeline. Pursuant to Trust Lands Rule R850-40-1600, it has been determined that there is no difference between what was originally paid for the easement and what would be charged for the easement at this time; therefore, no additional fees are required.

The required \$250.00 assignment fee has been paid. The expiration date of the easement remains November 30, 2035. Tooele County. School Fund.

Upon recommendation of Mr. Chris Fausett, the Director approved the assignment of Easement No. 981.

SPECIAL USE LEASE AGREEMENTS

SPECIAL USE LEASE AGREEMENT NO. 1599 (APPROVAL)

*****This approval amends and replaces in its entirety the entry for the approval of SULA 1599 on the Director's Minutes dated October 27, 2008.*****

APPLICANT'S NAME AND ADDRESS:

Milford Wind Corridor LLC
c/o First Wind Energy, LLC
85 Wells Avenue, Suite 305
Newton, MA 02459

APPLICATION TYPE: INDUSTRIAL
TERMS: 30 years
BEGINNING DATE: January 1, 2009
ENDING DATE: December 31, 2038
NEXT REVIEW DATE: January 1, 2014

FIRST YEAR RENTAL:	\$54,600.00
EXECUTIVE BONUS:	\$15,600.00
APPLICATION FEE:	\$ 250.00
PROCESSING FEE:	\$ 700.00
ADVERTISING FEE	<u>\$ 161.70</u>
TOTAL SUBMITTED:	\$71,311.70

LEGAL DESCRIPTION:

Township 25 South, Range 10 West, SLB&M
Section 26: SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$ (within)
Section 27: E $\frac{1}{2}$ SE $\frac{1}{4}$ (within)
Section 36: E $\frac{1}{2}$ (within)

Township 26 South, Range 9 West, SLB&M
Section 32: SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$ (within)

Township 26 South, Range 10 West, SLB&M
Section 2: S $\frac{1}{2}$ (within)
Section 9: E $\frac{1}{2}$ NE $\frac{1}{4}$ (within)
Section 36: N $\frac{1}{2}$

COUNTIES: Beaver and Millard

ACRES: 1,560.00

FUND: School

SPECIAL USE LEASE AGREEMENT NO. 1599 (APPROVAL) (CONTINUED)**PROPOSED ACTION:**

The applicant proposes to construct, operate, repair, and maintain a commercial wind farm including, but not limited to, the construction, development, operation, and decommissioning of wind turbine generators ("WTGs") and all necessary and proper anchors, support structures, foundations, and concrete pads for such WGTs, underground and above-ground electrical transmission and communication lines related to the operation of WGTs, electric transformers and substations, above-ground energy storage facilities, telecommunication equipment, roads, meteorological towers and wind measurement equipment, control buildings, maintenance yards and related facilities, and equipment that are useful for converting, maintaining, and capturing wind, wind energy development and related wind energy development uses (collectively the "Project"). The Project is located on surface estate owned by the Trust Lands Administration located in Beaver and Millard Counties, described above. The lease term will be 30 years. The applicant has the option to extend the lease for three (3) additional terms of ten (10) years each by delivering to SITLA written notice at least ninety (90) days prior to the expiration of the immediately preceding lease term, subject to SITLA's right to fully re-evaluate lease compensation at the beginning of each option term.

RELEVANT FACTUAL BACKGROUND:

The application was advertised in a paper of local circulation in Beaver and Millard Counties. In addition, Beaver and Millard Counties were notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Six County Association of Governments and the Beaver and Millard County Commissions were also notified. No comments were received. The Resource Development Coordinating Committee ("RDCC") was contacted and had no comments.

A cultural resource survey (Class III intensive) was completed in 2008 by Heather M. Weymouth (PI) of Sagebrush Consultants, Odgen, Utah (Sagebrush Report No. 1610, titled "A Cultural Resource Inventory for the UPC Wind Project in Millard and Beaver Counties, Utah"). A total of six sites were documented within the trust lands portion of the project area, three of which are recommended eligible for listing on the National Register of Historic Places. Mitigation/treatment measures have been recommended for the proposed project as there will be adverse effects to historic properties as a result of the undertaking. Therefore, further work is considered necessary for those three significant sites through an approved treatment plan (currently under review). SITLA agrees with the proposed treatment plan. The BLM-Cedar City Field Office is lead agency for this undertaking and is performing all cultural compliance.

The term of the lease will be 30 years. The applicant submitted a bid for the annual rental for the wind farm of \$54,600.00 per year. This agreement contains a clause whereby the annual rate is evaluated and can be adjusted at the end of each five-year period.

EVALUATION OF FACTS:

This lease was issued pursuant to competitive leasing pursuant to R850-30-500 (2)(b)(ii), but no competitive bids were received.

In addition to the annual rental described above, this lease contains provisions by which the lessee will make capacity payments based on installed capacity of WTGs located on the premises. These capacity payments begin at \$2,500 per megawatt per year, and increase incrementally both by CPI and in five year increments. Base rent is an offset against any capacity payments. The lease additionally has a clause providing for escalation of the annual rental at the end of each five-year period utilizing methods set forth in the lease.

SPECIAL USE LEASE AGREEMENT NO. 1599 (APPROVAL) (CONTINUED)

This action qualifies as an exclusion to the narrative record of decision because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved SULA 1599 with an annual rental of \$54,600.00 per year plus specified capacity payments, for a term of 30 years, with a five-year rental review as set forth in the lease. The applicant shall have the option to extend the lease for three (3) additional terms of ten (10) years each by delivering to SITLA written notice at least ninety (90) days prior to the expiration of the immediately preceding lease term, subject to SITLA's right to reevaluate minimum rent and capacity fees upon the beginning of each option term, as more fully set forth in the lease.

SPECIAL USE LEASE AGREEMENT NO. 51 (THREE-YEAR REVIEW)

SULA 51 is issued to Mark J. & Christine D. Davis, P.O. Box 1349, Moab UT 84532, and Gary L. Knecht, and Therese I. Napolelone, P.O. Box 1107, Monticello, UT 84535. The subject property is located in San Juan County. School fund.

1. **ANNUAL RENTAL:**

The three-year review date for this lease is January 1, 2009. The subject property is used for a general store with ancillary dining, gasoline, and camping facilities, and for other lawful purposes connected with providing tourist services and facilities to visitors to the Needles District of Canyonlands National Park and adjacent areas. Based on a recent appraisal, the Agency has decided to exercise its option to increase the annual base rent to an amount equal to the fair market value. Because the royalty payments required under the lease have never exceeded the base rent, it is recommended that the annual base rent be increased from \$5,300.00 per year to \$19,200.00 per year. However, this payment will be due on May 1, 2009, because, on October 18, 2007, the lessees requested a new due date to make the payment more convenient for accounting purposes. This due date was implemented in 2008. A certified notice was sent to the lessees. Both parties responded; one party responded in person and the other party responded by phone. However, both of their responses were negative.

New lease fee: \$19,200.00

Acres in lease: 640.00

Rental per acre: \$30.00

2. **DUE DILIGENCE:**

All due diligence has been completed in accordance with the lease and the February 18, 1997, lease amendment.

3. **PROPER USE:**

The leased premises are being use in accordance with the lease agreement.

4. **ADEQUATE BOND COVERAGE:**

The lessees have general liability insurance in the amount of \$1,000,000.00 naming SITLA as co-insured. However, no bond has been required to date because the housekeeping appears to be sufficient and the gas tanks are located above ground.

5. **ESTABLISHMENT OF WATER RIGHTS:**

An application for Water Right No. 05-1639 was filed by the original lessee in 1979. The well was dry and the water right lapsed in 1982. The lessee hauls water in from the nearby Canyonlands National Park.

SPECIAL USE LEASE AGREEMENT NO. 51 (THREE-YEAR REVIEW) (CONTINUED)

6. POLLUTION AND SANITATION REGULATIONS:
The lessee is in compliance with the pollution, sanitation, and waste provisions of the lease.
7. NEXT REVIEW:
The next review date is January 1, 2012.

Upon recommendation of Mr. Bryan Torgerson, the Director approved the three-year review for SULA 51.

SPECIAL USE LEASE AGREEMENT NO. 1321 (THREE-YEAR REVIEW)

SULA 1321 is leased to Utah National Guard, Camp Williams, Attn: Operations NCO, 1700 Camp Williams Rd., Riverton, UT 84065. This is a government lease for the National Guard engineering battalion training range in Carbon County. School Fund.

1. ANNUAL RENTAL:
The three-year review date for this lease is March 1, 2009. The subject property is used for a training range for the purpose of conducting field maneuvers, mobility training, and survival training for military equipment and personnel. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that an appraisal is not warranted. The CPI adjusted rental is greater than the preliminary market value rental estimate. Therefore, it is recommended that the CPI index be used to adjust the annual rental from \$2,160.00 per year to \$2,440.00 per year, effective March 1, 2009. A certified notice was sent to inform the lessee of the date of this action and the right to oppose and/or appeal the action. No response was received.

New lease fee: \$2,440.00
Acres in lease: 160.00
Rental per acre: \$15.25
2. DUE DILIGENCE:
The development allowed by the lease has occurred. It is recommended that the lease be kept in force.
3. PROPER USE:
The leased premises are being used in accordance with the lease agreement.
4. ADEQUATE INSURANCE AND BOND COVERAGE:
The lessee is insured under the State of Utah Risk Management, which covers liability on this lease. The lease allows for a bond to be required any time during the lease at the discretion of the Agency. It has been determined that a bond is not required at this time.
5. ESTABLISHMENT OF WATER RIGHTS:
There are no water rights associated with this lease.
6. POLLUTION AND SANITATION REGULATIONS:
The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.
7. NEXT ASSESSMENT DATE:
The next assessment date will be March 1, 2012.

Upon recommendation of Mr. Lou Brown, the Director approved the three-year review for SULA 1321.

SPECIAL USE LEASE AGREEMENT NO. 1322 (THREE-YEAR REVIEW)

SULA 1322 is leased to Utah National Guard, Camp Williams, Attn: Operations NCO, 1700 Camp Williams Rd., Riverton, UT 84065. This is a government lease for the National Guard engineering battalion training range in Uintah County. School Fund.

1. **ANNUAL RENTAL:**

The three-year review date for this lease is January 1, 2009. The subject property is used for a training range for the purpose of conducting field maneuvers, mobility training, and survival training for military equipment and personnel. Based on an analysis of the lease rental pursuant to Board policy, it has been determined that the market value rental estimate is greater than the CPI adjustment. Therefore, it is recommended that the market value estimate be used to adjust the annual rental from \$2,160.00 per year to \$7,680.00 per year effective January 1, 2009. A certified notice was sent to inform the lessee of the date of this action and the right to oppose and/or appeal the action. No response was received.

New lease fee: \$7,680.00

Acres in lease: 160.00

Rental per acre: \$48.00

2. **DUE DILIGENCE:**

The development allowed by the lease has occurred. It is recommended that the lease be kept in force.

3. **PROPER USE:**

The leased premises are being used in accordance with the lease agreement.

4. **ADEQUATE INSURANCE AND BOND COVERAGE:**

The lessee is insured under the State of Utah Risk Management, which covers liability on this lease. The lease allows for a bond to be required any time during the lease at the discretion of the Agency. It has been determined that a bond is not required at this time.

5. **ESTABLISHMENT OF WATER RIGHTS:**

There are no water rights associated with this lease.

6. **POLLUTION AND SANITATION REGULATIONS:**

The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.

7. **NEXT ASSESSMENT DATE:**

The next assessment date will be January 1, 2012.

Upon recommendation of Mr. Lou Brown, the Director approved the three-year review for SULA 1322.

SPECIAL USE LEASE AGREEMENT NO. 1479 (RECLAMATION BOND)

Pursuant to Paragraph 22 of the lease agreement, Genesis Petroleum US Inc., 140 West 9000 South, Ste. 9, Sandy, Utah 84070, has submitted Check No. 3213 in the amount of \$5,000.00 as a cash bond for SULA 1479. This reclamation bond will remain in full force and effect until released by the Trust Lands Administration. Emery County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1479.

SPECIAL USE LEASE AGREEMENT NO. 1594 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024273 for SULA 1594. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1594.

SPECIAL USE LEASE AGREEMENT NO. 1595 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024274 for SULA 1595. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1595.

SPECIAL USE LEASE AGREEMENT NO. 1596 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024275 for SULA 1596. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1596.

SPECIAL USE LEASE AGREEMENT NO. 1611 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024269 for SULA 1611. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1611.

SPECIAL USE LEASE AGREEMENT NO. 1612 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024270 for SULA 1612. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1612.

SPECIAL USE LEASE AGREEMENT NO. 1613 (RECLAMATION BOND)

Pursuant to the lease agreement, Kerr-McGee Oil & Gas Onshore LP, P.O. Box 173779, Denver, CO 80217-3779, has submitted Corporate Surety Bond No. 22024269 for SULA 1613. The bonding company is Liberty Mutual Insurance Company, 12750 Merit Drive, Ste. 710, Houston, TX 75251. The reclamation bond is for \$5,000.00 and will remain in full force and effect until released by the Trust Lands Administration. Uintah County. School Fund.

Upon recommendation of Mr. Kurt Higgins, the Director accepted the bond submitted for SULA 1613.

WATER RIGHTS

WATER RIGHT NO. 61-1945 (CERTIFICATE OF BENEFICIAL USE)

Water Right No. 61-1945 (a34350) is located in John's Valley on Lot 1, Block 4, of the Widtsoe Townsite.

Township 34 South, Range 2 West, SLB&M
Section 21

The State Engineer has issued a Certificate of Beneficial Use for this water right, which is the final step in completing its appropriation. The original Certificate is filed in the Title Document Drawer.

This item was submitted by Mr. Richard Wilcox for record-keeping purposes.

DEVELOPMENT ACTIONS

DEVELOPMENT SALE - SOUTH BLOCK - ST. GEORGE AIRPORT (PS 8448)

THE FOLLOWING SALE HAS BEEN EXECUTED WITH ST. GEORGE CITY

CERTIFICATE OF SALE NO.:	26482 (DC 26482 INSTAL)
CERT/DATE OF SALE:	December 1, 2008
PROJECT:	South Block - St. George Airport
PROJECT MANAGER:	Doug Buchi
PROJECT CODE:	SOBLK 002 01
FUND:	School
ACRES:	212.90
SALE PRICE:	\$12,923,030.00
TERMS:	Financed at 6% interest

CONTRACT PARTNER:
ST. GEORGE CITY
175 East 200 North
St. George, Utah 84770

DEVELOPMENT SALE - SOUTH BLOCK - ST. GEORGE AIRPORT (PS 8448) (CONTINUED)**DESCRIPTION OF TRANSACTION:**

The purchase price of \$12,923,030.00 will be paid in five annual installments, payable on January 1, 2012, through January 1, 2016. No payment is made at the time of agreement. Interest shall accrue at 6% per year on the purchase amount. The accrued interest shall be added to the principal until the first payment is due.

LEGAL DESCRIPTION:

Township 43 South, Range 15 West, SLB&M
Sections 11, 14, 15, and 22

PARCEL #4

Beginning at a point N88°47'47"W, 773.14 feet along the east/west center section line from the east 1/4 corner of Section 14, Township 43 South, Range 15 West, SLB&M; thence N88°47'47"W, 1,865.58 feet along the east/west center section line to the center 1/4 corner of Section 14; thence N1°10'31"E, 2,639.88 feet to the north 1/4 corner of Section 14; thence S88°47'43"E, 1,764.14 feet along the section line; thence S24°13'25"W, 1,933.08 feet; thence S65°46'35"E, 1,126.89 feet; thence S24°13'25"W, 456.37 feet to the point of beginning. Containing 90.89 acres.

PARCEL #3

Beginning at the north 1/4 corner of Section 14, Township 43 South, Range 15 West, SLB&M; thence S01°10'31"W, 1,319.94 feet along the north/south center section line; thence N88°47'25"W, 1,267.05 feet along the 1/16 line; thence N24°13'25"E, 2,880.32 feet; thence S88°35'08"E, 133.77 feet along the 1/16 line; thence S00°56'00"W, 1,330.67 feet along the north/south center section line of Section 11 to the point of beginning. Containing 42.71 acres.

PARCEL #27

Beginning at a point S88°42'48"E, 390.15 feet along the section line from the south 1/4 corner of Section 22, Township 43 South, Range 15 West, SLB&M; thence N24°13'25"E, 1,436.73 feet; thence N01°13'28"E, 729.43 feet; thence N24°13'25"E, 940.52 feet; thence S01°11'01"W, 272.59 feet along the 1/16 line; thence S01°11'01"W, 1,323.06 feet along the 1/16 line; thence S88°42'07"E, 1,321.04 feet along the 1/16 line; thence S01°10'58"W, 1,322.80 feet along the 1/16 line; thence N88°42'48"W, 2,251.97 feet along the section line to the point of beginning. Containing 69.69 acres.

PARCEL #11

Beginning at a point S88°47'47"E, 812.49 feet along the east/west center section line from the west 1/4 corner of Section 14, Township 43 South, Range 15 West, SLB&M; thence N24°13'25"E, 1,297.83 feet; thence S01°10'42"W, 1,194.48 feet; thence N88°47'47"W, 508.05 feet to the point of beginning. Containing 6.97 acres.

PARCEL #15

Beginning at the southeast corner of Section 15, Township 43 South, Range 15 West, SLB&M; thence N88°48'23"W, 312.96 feet along the section line; thence N24°13'25"E, 798.25 feet, to a point on the east line of Section 15; thence S01°08'27"W, 734.63 feet along the section line to the point of beginning. Containing 2.64 acres.

NUMBER OF ACRES BY COUNTY: 212.90 acres - Washington County

NUMBER OF ACRES BY FUND: 212.90 acres - School

DEVELOPMENT SALE - SOUTH BLOCK - ST. GEORGE AIRPORT (PS 8448) (CONTINUED)

LIST MINERAL RESERVATIONS:

Excepting and reserving to the State for the benefit of the State and its successors in interest, assigns, permittees, licensees, and lessees from time to time, all coal, oil and gas and other mineral deposits (other than oil and gas in certain lands which has been previously reserved to the United States of America), along with the right for the State or such other authorized persons or entities to prospect for, mine, and remove such deposits.

LIST SURFACE RESERVATIONS:

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute; ***provided, however***, that the Trust Lands Administration acknowledges that the Trust Lands Administration and its predecessor agencies have not issued or entered into any lease, right of way, easement, reservation or other contract or agreement which is currently in effect for the use of the surface of the Property; and ***provided further*** that no surface premises shall be permitted for mineral exploration, development, or extraction.

MINERAL LEASES CANCELED: None

SURFACE LEASES CANCELED: None

Upon recommendation of Douglas O. Buchi, the Director approved this sale.

AMENDED RIGHT OF ENTRY 5186 - UTAH DEPARTMENT OF TRANSPORTATION
THE FOLLOWING AMENDED RIGHT OF ENTRY HAS BEEN EXECUTED:

RIGHT OF ENTRY NO.:	5186
PROJECT:	South Block
PROJECT CODE:	SOBLK 000 00
PROJECT MANAGER:	Brent Bluth
DATE OF TRANSACTION:	September 11, 2008
COUNTY:	Washington
FUND:	School
COMMENCEMENT:	September 11, 2008
EXPIRATION:	Six (6) months or until construction is finished.

PERMITTEE:

UTAH DEPARTMENT OF TRANSPORTATION ("UDOT")
1345 South 350 West
Richfield, UT 84701

DESCRIPTION OF TRANSACTION:

The Trust Lands Administration issued a temporary right of entry on September 11, 2008, to accommodate the start of construction of the Southern Parkway prior to the recording of the Road Dedication Plat. The Right of Entry is now amended to allow for an extension of time to complete the grading described in the original document for an additional six (6) months or until the completion of the grading, whichever comes first. In addition, the Trust granted UDOT the right to use a 1.5 acre parcel at the intersection of River Road and the Southern Parkway as a staging area for the duration of construction. Pursuant to a three party agreement between UDOT, St. George City, and the Trust Lands Administration, the Trust Lands Administration agreed to issue necessary rights of entry for construction of the Southern Parkway at no charge. Additional supporting documentation may be found in the Planning and Development file.

AMENDED RIGHT OF ENTRY 5186 - UTAH DEPARTMENT OF TRANSPORTATION (CONTINUED)**LEGAL DESCRIPTION:**Township 43 South, Range 15 West, SLB&M

Section 33: Within

Beginning at a point 1055.92 feet S01°10'14"W along the section line and 1635.14 feet West from the Northeast corner of said Section 33; thence Westerly 447.60 feet along the arc of a 4165.00 foot radius curve to the left, chord bears S88°56'34"W 447.39 feet; thence N68°48'56"W 80.37 feet; thence Westerly 315.00 feet along the arc of a 4200.00 foot radius curve to the left, chord bears S82°43'28"W 314.93 feet; thence S65°40'35"W 214.63 feet; thence Easterly 1002.12 feet along the arc of a 4150.00 foot radius curve to the right, chord bears N84°37'44"E 999.69 feet; thence N68°16'03"E 37.59 feet to the point of beginning. The above described parcel of land contains 29,439 square feet in area or 0.6758 acres.

Containing approximately 0.676 acres, more or less.

NUMBER OF ACRES BY COUNTY: 0.676 acres - Washington County

NUMBER OF ACRES BY FUND: 0.676 acres - School

Upon recommendation of Brent Bluth, the Director approved this Amended Right of Entry.

DEVELOPMENT SALE - CORAL CANYON (PS 8451)

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED PURSUANT TO THE DEVELOPMENT AGREEMENT NO. 610 WITH SUNCOR UTAH, INC.

CERTIFICATE OF SALE NO.: 26491
CERT/DATE OF SALE: December 23, 2008
PATENT NO.: 20133
PATENT DATE: December 8, 2008
PROJECT: Coral Canyon Commercial Hurricane
PROJECT MANAGER: Doug Buchi
PROJECT CODE: SUNCOR 002 02

FUND: Miners Hospital
ACREAGE: 2.28
LOT SALE PRICE: \$457,554.24
PROCESSING FEE: \$20.00
AMOUNT RECEIVED: \$457,574.24

CONTRACT PARTNER:
SUNCOR UTAH
2303 N. Coral Canyon Boulevard, Suite 200
St. George UT 84770

LEGAL DESCRIPTION:Township 41 South, Range 14 West, SLB&M

Sections: 4 & 5 (within)

DEVELOPMENT SALE - CORAL CANYON (PS 8451) (CONTINUED)

Beginning at a point which is South 00°22'33" West 46.33 feet along the West section line and North 90°00'00" West 10.56 feet from the Northwest corner of Section 4, Township 42 South, Range 14 West, Salt Lake Base and Meridian, and running thence South 67°20'54" East 464.35 feet to a point of non-tangency on the arc of a 257.60 foot radius curve to the left from which the radius point bears South 68°29'30" East, said point being on the apparent centerline of a graded wash; thence along said wash centerline through the following two (2) courses: Southwesterly along the arc of said curve 79.95 feet through a central angle of 17°46'58" to a point of non-tangency the radius point of which bears South 86°16'28" East; thence South 32°27'35" West 92.62 feet to a point on the Northerly Right-of-Way of Canyon Cliffs Blvd., recorded as Document # 20080025120 on June 19, 2008, in the office of the Washington County Recorder, in said County, in the State of Utah, said point also being a point of non-tangency on the arc of a 527.50 foot radius curve to the left the radius point of which bears South 25°05'09" West; thence Northwesterly along said Northerly Right-of-Way and along the arc of said curve 174.92 feet through a central angle of 18°59'56" to a point of tangency; thence continuing along said Northerly Right-of-Way North 83°54'47" West 259.53 feet to the point of curvature of a 25.00 foot radius curve to the right, thence Northwesterly along the arc of said curve 41.19 feet through a central angle of 94°23'44" to a point of compound curvature of a 710.00 foot radius curve to the right, the radius point of which bears South 79°31'03" East, said point also being on the Easterly Right-of-Way of Foothills Canyon Dr.; thence Northeasterly along the arc of said curve and along said Easterly Right-of-Way 247.82 feet through a central angle of 19°59'56" to the point of beginning. Containing 2.28 acres, more or less.

NUMBER OF ACRES BY COUNTY: 2.28 acres – Washington County

NUMBER OF ACRES BY FUND: 2.28 acres – Miners Hospital

LIST MINERAL RESERVATIONS:

Excepting and reserving all coal and other mineral deposits (other than oil and gas, which was previously reserved to the United States) along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Reserving to grantor the entire interest of the grantor in the mineral estate in the lands so conveyed and dedicated. The foregoing dedication is subject to the provisions of that certain Acquisition Agreement entered into between Coral Canyon Special Service District (the "District") and SunCor Development Company ("SunCor") dated as of October 24, 2001 (the "Acquisition Agreement"), by which the District is to acquire the property (as defined in the Acquisition Agreement) from SunCor, in accordance with the provisions of the Acquisition Agreement, as set forth in the Owners Dedication of said proposed Plat; also,

Subject to any valid, existing easement or rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by authority of the United States as provided by Statute; also,

Subject to liability to assessments levied by the Washington County for Ash Creek Special Service District, for the purposes of Annexing certain properties into the Ash Creek Special Service District, as disclosed by Resolution recorded October 16, 1985, as Entry No. 283078, in Book 390, at Pages 907-916, Official Washington County Records (affects this and other property); also,

Subject to the location of the following Easements:

- a) A 10.00 foot Public Utility Easement along all roadways.
- b) A 38.00 foot wide drainage easement along the Southerly boundary line of the above described property, said boundary line also being the Northerly right of way of Canyon Cliffs Blvd.

DEVELOPMENT SALE - CORAL CANYON (PS 8451) (CONTINUED)

- c) A 30.00 foot wide ingress/egress easement for access to all adjacent parcels being 15.00 feet on either side of the Northerly property line.
- d) Open Space Area.
- e) All other physical data and plat notes, as set forth on the ALTA/ACSM Land Title Survey prepared by Alliance consulting, under date of November 20, 2008, Job No. 4010; also,

Subject to the following Survey Notes:

- a) The property herein described does not fall within a designated FEMA flood zone area.

MINERAL LEASES CANCELED: None

SURFACE LEASES CANCELED: None

This item was submitted by Andrea James for record-keeping purposes.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND PATENT ISSUED FOR:

SUBD 10.0 Highland Park Phase 1 Subdivision

This transaction has been executed pursuant to Development Lease DEVL 610.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 18, Township 42.0 S, Range 14.0 W, SLBM

Section 7, Township 42.0 S, Range 14.0 W, SLBM

PURCHASER:

GOLDEN HERITAGE HOMES, INC.

2303 N. CORAL CANYON BLVD. SUITE 200

ST. GEORGE, UT 84780

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 207	26377-10-203	12/22/08	19928-10-203	07/07/06	\$25,503.60	\$20.00	0.30	SCH	7

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

DEVELOPMENT SUBDIVISION SALE - HIGHLAND PARK PHASE 1 SUBDIVISION (CONTINUED)

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Andrea James.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 12.0 Estates at Hidden Valley Phase 1

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC
3143 SOUTH 840 EAST
SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 31	26417-12-6	12/22/08	19989-12-6	01/31/07	\$37,500.00	\$100.00	0.16	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute; also,

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Andrea L. James.

ACTIONS CONTAINING FEE WAIVERS

NONE

TRUST ACCOUNTING ACTIONS

CANCELED CERTIFICATE OF SALE CONTRACTS

The following certificates of sale were not paid on or before the cancellation date of 12/13/2008. Certified notices were mailed.

<u>CERT #</u>	<u>NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
C 26400	Adams, Joseph and Mika	SCH	BEAV	CERT
C 26401	Adams, Joseph and Mika	SCH	BEAV	CERT
C 26402	Adams, Joseph and Mika	SCH	BEAV	CERT
C 26454	Global Wealth Partners LLC	SCH	BOX	CERT

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved the cancellation of the above-listed certificates of sale for non-payment.

CANCELED MINERAL CONTRACTS

The following mineral leases were not paid on or before the cancellation date of 12/13/2008. Certified notices were mailed.

<u>LEASE #</u>	<u>LESSEE NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
ML 50074	South American Minerals, Inc.	UNIV	SANJ	MM
ML 50075	South American Minerals, Inc.	UNIV	SANJ	MM
ML 50076	South American Minerals, Inc.	UNIV	SANJ	MM
ML 50077	South American Minerals, Inc.	UNIV	SANJ	MM
ML 50078	South American Minerals, Inc.	UNIV	SANJ	MM
		SCH	SANJ	MM
ML 51096	Wave Uranium Holding, Inc.	SCH	EMRY	MM
ML 51097	Wave Uranium Holding, Inc.	SCH	EMRY	MM
ML 51098	Wave Uranium Holding, Inc.	SCH	EMRY	MM
ML 51099	Wave Uranium Holding, Inc.	SCH	EMRY	MM

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved the cancellation of the above-listed minerals leases for non-payment.

PAID CERTIFICATES OF SALE

<u>CERT #</u>	<u>NAME</u>	<u>BENE</u>	<u>DATE PAID</u>
C 24285	Jeff Sitterud	SCH	12/15/2008
C 26489	JB Ranch	SCH	12/9/2008

INTEREST RATES

Following are the current and past year prime rates:

CURRENT YEAR:	3.25%
ONE YEAR AGO:	7.25%